JOE B. ADAMS CONSULTING GEOLOGIST

September 20, 2001

Honorable Philip N. Asprodites Commissioner of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804-9275

Re: APPLICATION FOR PUBLIC HEARING

Pettet Zone, Reservoir C Hosston Zone, Reservoir A Cotton Valley Formation, Reservoir A Lower Cotton Valley Zone, Reservoir A Elm Grove Field Bossier and Webster Parishes, Louisiana

Dear Sir:

APPLICATION IS HEREBY GIVEN on behalf of J-W OPERATING COMPANY "(Applicant)" for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the PETTET ZONE, RESERVOIR C, HOSSTON ZONE, RESERVOIR A, COTTON VALLEY FORMATION, RESERVOIR A and the LOWER COTTON VALLEY ZONE, RESERVOIR A in Elm Grove Field, Caddo, Bossier & Webster Parishes, Louisiana:

PETTET ZONE, RESERVOIR C;

- To create two (2) additional drilling and production units of approximately 640 acres each
 for the exploration for and production of gas and condensate from the Pettet Zone, Reservoir
 C, such units being shown on the attached plats and designated PET RC SU C and PET RC
 SU D.
- 2. To force pool and integrate all separately owned tracts, mineral interest and other property interests within the unit so created, in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950 with each tract sharing in unit production on a surface acreage basis of participation; and
- 3. To designate a unit operator and unit well for the proposed units; and
- 4. To authorize the downhole combination of production from the Pettet Zone, Reservoir C; Hosston Zone, Reservoir A; Cotton Valley Formation, Reservoir A and Lower Cotton Valley Zone, Reservoir A in the wellbore of any well drilled on the additional units proposed herein.
- 5. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 361-J-1, effective August 23, 2000 to the proposed additional units for the Pettet Zone, Reservoir C.

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6. To consider such other matters as may be appropriate and justified by the evidence presented at the public hearing.

The Pettet Zone, Reservoir C in the Elm Grove Field was fully defined in Office of Conservation Order No. 361-J-1, effective August 23, 2000.

HOSSTON ZONE, RESERVOIR A;

- 1. To create one (1) additional drilling and production unit of approximately 640 acres for the exploration for and production of gas and condensate from the Hosston Zone, Reservoir A, such unit being shown on the attached plat and designated HOSS RA SU 128.
- 2. To force pool and integrate all separately owned tracts, mineral interest and other property interests within the unit so created, in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950 with each tract sharing in unit production on a surface acreage basis of participation; and
- 3. To designate a unit operator for the proposed unit; and
- 4. To approve the designation of the J-W Operating Company Womack No.11-1 as a substitute unit well for HOSS RA SU 20.
- 5. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 361-A-1, effective October 1, 1972, as amended and supplemented by the Order 361-A series of Orders, to the proposed additional unit for the Hosston Zone, Reservoir A.
- 6. To consider such other matters as may be appropriate and justified by the evidence presented at the public hearing.

The Hosston Zone, Reservoir A in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana is defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972.

COTTON VALLEY FORMATION:

- 1. To approve the designation of the J-W Operating Company Womack No.11-1 as a substitute unit well for CV RA SU 20.
- 2. To consider such other matters as may be appropriate and justified by the evidence presented at the public hearing.

The Cotton Valley Formation, Reservoir A in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana is defined in Office of Conservation Order No. 361-B, effective October 1, 1973 and was further defined in subsequent Orders of the 361-B Series of Orders.

Pertinent data regarding this matter may be obtained, (At the cost of the requesting party) from Ms. Janet Sanford with J-W Operating Company at 15508 Wright Brothers Drive., Addison, Texas 75001. Telephone (972) 233-8191.

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A conference to discuss the proposed application and any opposition thereto was scheduled for 1:00 P.M. Monday October 1, 2001 at the Shreveport Sheraton Hotel, 1419 E. 70th. Street, Shreveport, Louisiana. No one requested to confer and this application is being filed under Rule 7 of the Revised Rules of Procedure.

There are attached hereto and made a part hereof plats outlining the proposed units and a list of the names and addresses of the Interested Parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is furnished ONLY to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation. A copy of such list will be provided by the undersigned to any additional party or parties upon request. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Applicant will provide for POSTING of a copy of the legal notice of the hearing and the enclosed plat at a prominent place in the area affected and will cause the LEGAL NOTICE to be PUBLISHED in a newspaper of general circulation in the vicinity of the Elm Grove Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice.

Also enclosed is a check, in the amount of \$ 2,800.00, payable to the Louisiana Office of Conservation, which represents the required hearing fee.

Yours Very Truly,

Loe B. Adams

Joe B. Adams

cc: Mr. Jim Broussard, District Manager Shreveport District, Office of Conservation

All Interested Owners, Interested Parties and Represented Parties









